



LAKE COUNTY
FLORIDA

Legislative Update: Medicaid

March 13, 2012

HB 5301/SB 1988



Legislation Passed Friday, March 9, 2012

Legislation requires:

- All past bill be paid to date
- Payments for the back log will be withheld through revenue sharing dollars
- Backlog includes charges denied from today going back to 2001
- Back log calculations are based on the Agency for Health Care Administration's (AHCA) balance sheet

Where we are now and the immediate future...



- FY 2011-2012 Medicaid budget = \$2,652,500
 - Estimated to spend **\$4,363,046**
 - Will require an additional \$1,737,546
- Medicaid Back Log calculated at \$2,915,031
 - Represents 85% of our total back log
 - 1/3 (\$961,690) must be paid back in 1st year (FY 2012-13)
 - Remaining 2/3 (\$1,954,000) must be paid back over the following 48 months – beginning Oct. 2013

Appeal Process



- Accept back log total, calculated at 85%, pay it off

OR

- Contest the amount and the total increases to 100% or **\$3,450,000**

Appeal Process



- August 1, 2012
 - AHCA will notify us of our unpaid/denied charges from Nov. 1, 2001 through April 30, 2012
- We have 30 days in which to decide whether to contest. Should we contest, we must show by a preponderance of evidence that a recipient was not eligible.

Appeal Process



- September 15, 2012
 - AHCA will certify to the Department of Revenue
 - Either
 - Our total (100%) of unpaid claims because we ARE going to contest OR
 - 85% of our unpaid claims because we DID NOT contest
- If we contest and win – will be 'refunded the erroneous billing in the form of a credit against our revenue share withholding

Summary/Recommendation



- This FY - We will require an estimated additional \$1,737,546
- Over the next 5 years – We will need to budget an estimated:
 - \$2.9M – \$3.8M (representing 85%)
 - OR
 - \$3.4M – \$4.5M (representing 100%)
- Withhold payments until the Bill becomes law
- Update in April during scheduled Legislative update



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Thank you.